Effect of Leadership Styles on Organizational Citizenship Behavior and Employee Turnover Intention

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ARTICLE DETAILS

ABSTRACT
The study is aimed at finding the effect of leadership styles on organizational citizenship behavior and employees’ turnover intentions. A descriptive survey research strategy was adopted over a sample of 240 respondents selected conveniently from eight universities of Pakistan. Multifactor Leadership Scale developed by the Williams and Anderson (1991) was used for data collection. Turnover Intention Scale developed by Roodt (2004) was used to determine employee turnover intention. Descriptive statistics along with ANOVA were used to analyze the data. The research indicated that transformational and transactional style of leadership have a positive relationship with organizational citizenship behavior whereas, laissez faire style has a negative relation with organizational citizenship behavior and positively related with employee turnover intention. Transformational and transactional style of leadership had an insignificant relation with employee turnover intention.

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1. Introduction
It would not be wrong if we say that leaders have shaped the world as we know it today. From the days of tribal to post-knowledge era of humanity leadership it has remained center piece of human progress. There has been a focus on public role of leaders during 21st century. The birth of corporations and large organizations witnessed a new type of leadership which subsequently gave rise to modern day leadership research studying intricate and multifaceted dynamics of relationships between leader and followers and
their effects on various aspects of job and environment inside and outside organizations. Theories of leadership started to emerge as early as 1910 and continue to develop as technological and social changes proceed. Over the decades new challenges are giving birth to modern theories of leadership like distributed and servant leaderships and particularly in current era of pandemic the role evolved to digital leadership. Leadership was defined in that much ways in the literature as much are its proponents.

Leadership is not a recent phenomenon, however, a significant increase in studies on leadership styles were seen after emergence of leadership model by Avolio & Bass in 2004 (Jensen et al., 2019). These leadership styles are associated with increased efficiency of employees thus result in a tremendous benefit in the form of outcomes or productivity (Kim & Beehr, 2017). Leadership styles have been identified not only to enhance performance of the employees but their satisfaction as well in most of the settings (Teoman, & Ulengin, 2018).

Literature about leadership identify three of such styles: Transactional, transformational and laissez faire. Transactional leaders explicitly clear expectations related to tasks, monitor the employees and award consequences (reward or punishment) accordingly. They works by monitoring the performance and rewarding them for the desired outcomes (Hassan, 2013; Popli & Rizvi, 2016). Such leaders boost the morale of the employees as they are getting instant feedback followed by the consequences (Teoman, & Ulengin, 2018). However, insignificant effect of transactional leadership on performance of employees was also reported in research which could have been implications for citizenship behaviors and turnover (Baig et al., 2019). Transformational leadership (TransfLead) works in a unique way, it transforms the employees from self-interest to benefits for the organization (Campbell, 2017; Jensen & Bro, 2018). Such leaders not only create a will among the employees to focus and prioritize goals of the organization but also help the employees to develop requisite skills to successfully execute the task (Pasha et al., 2017; Bass & Avolio, 2001. Transformational leaders trigger sacrificing self-interest among the followers and thus enhancing their loyalty with the organization and thus associated positively with organizational citizenship behaviors (Goncu, Aycan, & Johnson, 2014). LaisfLead style is mostly equated with “non leadership style” as this type of leaders let the things move by their own or by the choices of the employees and thus usually avoid taking part in decision making and monitoring the progress (Luthan et al., 2007). Most of the research studies are challenging prospective researchers to investigate antecedents, practices and consequences of this style independently (Curtis, 2018). This style is usually negatively associated with performance of the employees thus triggering unsatisfaction and turnover (Judge & Piccolo, 2014).

Organizational Citizenship Behavior (OCB) is voluntary individual behavior unrecognized by reward system contribute in organizational effective functioning (Organ, 1988). Organ (1988) identified three components of OCB 1) discretionary behavior 2) no recognition by reward system 3) in the long run behavior promotes organizational effectiveness. Schnake (1991) describes OCBs as “functional, extra-role, prosocial behaviors, directed at individuals, groups, and/or an organization”. In last two decades many terms have been used to connote OCB like prosocial organizational behavior, extra role behavior, etc (George & Brief, 1992). Modern literature on OCB identifies its seven components (Podsakoff, MacKenzie, Paine, & Bachrach, 2000). OCB has been investigated by researchers since it was found to be beneficial for various organizational outcomes. Chen (2005) argues OCB has an impact on employee turnover.

Turnover remains a prime concern of organizational research despite receiving enormous attention from researchers. Holtom, Mitchell, and Lee, (2008) have identified that even though more than 1500 academic publications had tried to explain turnover but still it remains a vibrant area of research as turnover is costly in both time and money. Turnover has two types, voluntary and involuntary. Voluntary turnover has turnover intent as its antecedent. It is the thought process before actual turnover in which employee plans to leave and is the biggest cause of turnover (Kiyak, Namazi & Kahana, 1997). Cotton and Tuttle (1986) tried to explain turnover with three correlates namely external, work related,
and personal. And further classify work related correlates into salary, job accomplishment, enjoyment with work, supervisors, co-workers and promotional opportunities. Research shows satisfaction with job and commitment with organizational are strong predictors of employee turnover intent (Karsh, Booske & Sainfort, 2005; Guimaraes & Igbaria, 1992). This study aims to confirm if satisfaction with head and organizational commitment has an impact on employee turnover intent and its relationship with OCB along with different leadership styles.

2. Methodology
This was a quantitative study employed survey as a design. The population was comprised of universities of the Punjab, Pakistan. A total of 300 questionnaires were send to the teachers; one hundred and forty-four were received back. Multifactor Leadership Questioner (MLQ), OCB measure by Somech & Drach-Zahavy (2004) and TIS-6 was used to measure turnover intention. Sixteen (16) questions were related to leadership styles of immediate supervisor and 10 items related to OCB were further classified as Organizational Citizenship Behavior Individual (OCBI) and Organizational Citizenship Behavior Organizational (OCBO), each head containing 5 items whereas, TIS-6 has six items.

2.1 Validity and reliability of MLQ (Form 5-X Short)
The MLQ (Form 5x-Short) is frequently used tool which has shown to be a valid and reliable (Howell & Hall-Marenda, 1999; Kirkbride, 2006; Ozaralli, 2003). Avolio & Bass (2004) found Cronbach’s alpha of .64 to .92 for MLQ (Form 5X) for 36 items.

2.2 Organizational Citizen Behavior (OCB) Measure
In order to determine OCB, this study used 13-item measure of Williams and Anderson (1991), later modified by Somech & Drach-Zahavy (2004). The questionnaire had two subscales first OCBI consisted of seven items that benefited particular individuals and second OCBO contained six items that benefited at organizational level. This study used five items to used to measure OCBO and OCBI each.

Multiple Regression Analysis was employed to check the below mentioned hypotheses.
H01: TransfLead style has a positive relationship with OCB.
H02: TransaLead style has a positive relationship with OCB.
H03: Laissez faire leadership (LaisfLead) style has a negative relationship with OCB.

3. Data Analysis
Table 1 shows the ANOVA results. Table shows F value is 67.261 and sig value is <.001 which is far below .05 percent hence this result suggests that the model hypothesis of “model has power to explain OCB” is rejected therefore the model has the ability to forecast OCB.

<table>
<thead>
<tr>
<th>Model</th>
<th>SS</th>
<th>Df</th>
<th>MS</th>
<th>F</th>
<th>Sig.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Regression</td>
<td>30.853</td>
<td>3</td>
<td>10.284</td>
<td>67.261</td>
<td>.000</td>
</tr>
<tr>
<td>Residual</td>
<td>25.993</td>
<td>170</td>
<td>.153</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>56.846</td>
<td>173</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Coefficient of the regression model is shown in table 2. Coefficient table shows TransfLead has a standardized beta value of positive .367 which means that TransfLead predicts OCB and suggests that immediate supervisor who uses TransfLead Style can positively affect 36.7 percent of employees’ exhibition of OCB. Similarly, TransfLead has standardized beta of .338 which suggest TransfLead Style positively affects OCB to an extent of 33.8 percent.

LaisfLead has beta value of -.305 which translates that LaisfLead style of immediate supervisor can
negatively affect employees’ OCB to an extent to 30.5 percent. For this model transformational leadership, $t = 6.616$, transformational leadership, $t=6.089$ and laissez faire $t = -5.267$ shows that these variables are significant predictor of OCB both positively and negatively where transformational $t = 6.616$ is lightly more in power than transactional $t=6.089$. Multicollinearity statistics shows the tolerance levels between independent variables is between .807 and .873, suggesting a strong tolerance level between independent variables and absence of Multicollinearity problem.

Similarly, Variance Inflation Factor (VLF) is between the range of 1.14 and 1.24 which also indicates that multicollinearity problem is not suspected between independent variables. Field (2005) suggested that tolerance level should be .10 and VIF value should be 10.0 or higher for the presence of multicollinearity.

### Table 2

<table>
<thead>
<tr>
<th>Model</th>
<th>UC</th>
<th>Std. Error</th>
<th>SC</th>
<th>Beta</th>
<th>t</th>
<th>Sig.</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Constant)</td>
<td>1.729</td>
<td>.316</td>
<td></td>
<td></td>
<td>5.475</td>
<td>.000</td>
</tr>
<tr>
<td>Transformational Leadership</td>
<td>.294</td>
<td>.044</td>
<td>.367</td>
<td></td>
<td>6.616</td>
<td>.000</td>
</tr>
<tr>
<td>TransaLead</td>
<td>.406</td>
<td>.067</td>
<td>.338</td>
<td></td>
<td>6.089</td>
<td>.000</td>
</tr>
<tr>
<td>Laissez-faire leadership</td>
<td>-.271</td>
<td>.051</td>
<td>-.305</td>
<td></td>
<td>-5.267</td>
<td>.000</td>
</tr>
</tbody>
</table>

Stepwise regression analysis model shows that adjusted R square value for LaisfLead style is .298 which can be interpreted as when only one independent variable is used to calculate. The model LaisfLead style can explain 29.8 percent performance on OCB. Value of adjusted R square when used two independent variables LaisfLead style and TransfLead Style is .436 which can be translated that model has 43.6 percent power to interpret OCB when used two independent variables (transformational and laissez faire style). When used three independent variables value of adjusted R square is .535 meaning that using all three independent variables model has the power to explain 53.5 OCB. In light of the above analysis it can be inferred that when immediate supervisor exercises more TransfLead styles it has a positive effect on employees’ OCB. Meaning if supervisor exhibits TransfLead Style employees are more likely to indulge in behaviors related to increased OCB. Hence the results support H01 that there is a positive relationship between TransfLead Style and OCB. Supporting the results of previous studies reviewed in this paper (Podsakoff et al., 1990; Nguni, Sleegers, & Denessen, 2006; Nasra & Heilbrunn, 2015).

These Results indicated the positive effect of TransaLead Style when explaining OCB. Results suggest that increase in immediate supervisor’s TransaLead style has a positive impact on employee OCB. When supervisor increase their TransaLead Styles it may also reflect positively in employees’ OCB. Therefore, supporting the assumption of hypothesis H02 and confirming the results of previous studies conducted in this respect. (Euwema et al., 2007; Asgari et al., 2008; Omar et al., 2009; Rodrigues & Ferreira, 2015).

Lastly, LaisfLead style has the potential to negatively affect OCB. It can be translated as immediate supervisor who exhibit LaisfLead style will cause his subordinates to show less OCB hence suggesting H30 can be accepted that LaisfLead style negatively affect OCB and confirms findings of previous studies (Chaudhry & Javed 2012; Zareen et al., 2015).

### 3.1 Effect of Leadership Styles on Turnover Intention

Following hypotheses were tested using Multiple Linear Regression. H04: there is no relationship between TransfLead and turnover intent
H05: there is no relationship between TransaLead and turnover intent
H06: there is no relationship between LaisfLead and turnover intent

Table 3 shows the ANOVA analysis of variance results. Values of interest in this table are F value and its correspondent Sig value. Table shows that F = 132.396 and sig value is <0.001 which is far below .05 percent hence this result suggests that the model hypothesis of “model has power to explain OCB” is rejected therefore it can be implied that model has the power to forecast employee turnover intention.

Table 3

<table>
<thead>
<tr>
<th>Model</th>
<th>SS</th>
<th>df</th>
<th>MS</th>
<th>F</th>
<th>Sig.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Regression</td>
<td>42.176</td>
<td>3</td>
<td>14.059</td>
<td>132.396</td>
<td>.000</td>
</tr>
<tr>
<td>Residual</td>
<td>18.052</td>
<td>170</td>
<td>.106</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>60.228</td>
<td>173</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Table 4 shows the coefficient of the regression model. Coefficient table shows TransfLead has a standardized beta value of positive -0.198 which means that TransfLead predicts OCB and suggests that immediate supervisor who uses TransfLead style can negatively affect 19.8 percent of employees’ turnover intention. Similarly, TransfLead has standardized beta value of -0.105 which suggest TransfLead style negatively effects turnover intention to an extent o 10.5 percent. LaisfLead has adjusted beta value of 0.703 which translates that LaisfLead style of immediate supervisor can negatively affect employees’ turnover intention to an extent to 70.3 percent. For this model TransfLead, t = -4.414, TransfLead, t = -2.334 and laissez faire t = 14.974 shows that these variables are significant predictor of turnover intention both positively and negatively with laissez faire being the strongest and positively affecting turnover intention and can explain it to an extent of 70.3 percent.

Multicollinearity statistics shows the tolerance levels between independent variables between .801 and .873 suggesting a strong tolerance level between independent variables and absence of Multicollinearity problem. Similarly, variance inflation factor (VIF) is between the range of 1.249 and 1.146 which also indicate that Multicollinearity problem is not suspected between independent variables. Field (2005) suggested that tolerance level should be .10 and VIF value should be 10.0 or higher for the presence of Multicollinearity.

Table 4

<table>
<thead>
<tr>
<th>Model</th>
<th>UC</th>
<th>SC</th>
<th>T</th>
<th>Sig.</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Constant)</td>
<td>B</td>
<td>Std. Error</td>
<td>Beta</td>
<td></td>
</tr>
<tr>
<td></td>
<td>1.883</td>
<td>.263</td>
<td>.703</td>
<td>14.974</td>
</tr>
<tr>
<td>LaisfLead</td>
<td>.642</td>
<td>.043</td>
<td></td>
<td></td>
</tr>
<tr>
<td>TransaLead</td>
<td>-.130</td>
<td>.056</td>
<td>-.105</td>
<td>-2.334</td>
</tr>
<tr>
<td>TransfLead</td>
<td>-.164</td>
<td>.037</td>
<td>-.198</td>
<td>-4.414</td>
</tr>
</tbody>
</table>

Stepwise regression analysis model is shown in table 5. Adjusted R square value for LaisfLead style is .650 which can be interpreted as when only one independent variable was used to calculate the model LaisfLead style can alone explain 65.0 percent performance on employee turnover intention. Value of adjusted R square when used two independent variables LaisfLead style and TransfLead style is .687 which can be translated that model has 68.7 percent power to interpret turnover intention when used two independent variables (transformational and laissez faire style). When used three independent variables value of adjusted R square is .698 meaning that using all three independent variables model has the power to explain 69.8 percent of employee turnover intention.
TransfLead Style has the potential to negatively affect turnover intention. It can be translated as immediate supervisor who exhibits LaisfLead style will cause his subordinates to show less turnover intention. Hence, suggesting H4 can be accepted that LaisfLead style negatively affect OCB as previous studies have shown (Martin & Epitropaki, 2001).

Results above also indicate a negative effect of TransaLead Style when explaining turnover intention. Results suggest that increase in immediate supervisor’s TransaLead Style has a negative impact on employee turnover intention. When supervisor increase their TransaLead Style it may also be reflected in employee less turnover intention. Therefore, supporting the assumption of hypothesis H5 and confirming the results of previous studies (Kim & Jeong, 2009; Amankwaa & Anku-Tsede, 2015)

Lastly in light of the above analysis it can be inferred that when immediate supervisor exercises LaisfLead style it has a positive effect on employees’ turnover intention. It translates if supervisor exhibits LaisfLead style employees are likely to have an increased turnover intention. Hence the results support H6 that there is a positive relationship between LaisfLead style and employee turnover intention. Supporting the results of previous studies and help generalize the results (Skogstad et al., 2007; Chaudhry & Javed 2012). Following hypothesis was also tested.

H7: OCB and turnover intention are negatively related

Table 5 presents coefficient table of the model. Standardized coefficients beta value is -0.681 suggesting that model OCB does explain turnover intention in a negative manner. Meaning increase in employee OCB can result in decreased employee turnover intention to an extent of 68.1 percent. T value for OCB is -12.187 which suggest that OCB as independent has the power to predict employee turnover intention.

<table>
<thead>
<tr>
<th>Model</th>
<th>UC</th>
<th>SC</th>
<th>T</th>
<th>Sig.</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 (Constant)</td>
<td>4.722</td>
<td>.199</td>
<td>23.680</td>
<td>.000</td>
</tr>
<tr>
<td>OCB Score</td>
<td>-.701</td>
<td>.057</td>
<td>-.681</td>
<td>-12.187</td>
</tr>
</tbody>
</table>

Results indicate a negative effect of OCB when explaining turnover intention. It also suggests that increase in employee citizenship behavior has a negative effect on employee turnover intention. Results reflect that employee turnover intention can be reduce with an increase in employee citizenship behavior. Therefore supporting the assumption of hypothesis H07 and confirming the results of previous studies (Khalid, 2005; Regts, & Molleman 2013; Lau, McLean, Lien & Hsu, 2016).

4. Conclusion
It was concluded in this study that supervisors who want their employee to show greater helping behavior, sportsmanship, organizational loyalty, organizational compliance, civic virtue and other behavior associated with organizational citizenship should exhibit more TransfLead style and TransaLead style while avoiding LaisfLead style and leaving them at their own. It was also concluded that leaving employee at their own and exhibiting more LaisfLead style would result in more employee burnout leading to employee turnover. Hence supervisors who try to avoid decision making and are unavailable when required are more likely to make their employees think about quitting.

5. Discussion and Recommendations
Future research can be directed on the need of question what else except leadership style and OCB causes employees of banks in Pakistan to think about voluntarily leaving the job. And more in-depth analysis can be focused on supervisors using other styles of leadership for example servant leaders, autocratic and e-leadership style as technology permits supervisors to remain in touch with their
employees beyond conventional limitations. It can be a pertinent research question to investigate to what extent work pressure affects work life balance and its relationship with intention to quit. And to what extent it contributes to conflict or anti-OCB.

As previous research has shown notion of OCB can be different among individualistic and collective cultures (Farh et al., 2004). Hence Pakistan is an Asian country and have similar cultural values with other Asian countries for example collectivism it is necessary to investigate organizational citizenship as a concept in Pakistani context in order to further generalize the theory. Similar research should be carried out in other industries of Pakistan as it can help theory generalization. Unique cultural phenomenon like gender imbalance workforce and how gender plurality affect leadership style as there was not a single female supervisor observed in this study. Relationship between transformational and transactional leadership style and employee turnover intention needs to be investigated further because this study similar to some other studies suggest an insignificant relationship while it was shown in some studies that it has a direct and strong negative relation.

A relationship between personality types and leadership styles and how different personality types react to different leadership styles and its effect on employee work behaviors can be investigated. Since we know OCB is a voluntary work behavior which is not sanctioned by job requirements and is not rewarded in the formal reward system. Hence it can be investigated that how formal reward system is related to OCB.

References


